



**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

Vickie Yates Brown Glisson, Secretary  
Cabinet for Health and Family Services  
Carrie Banahan, Executive Director  
Kentucky Office of Health Benefit and Health Information Exchange

Dear Secretary Glisson,

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the Kentucky Health Benefit Exchange (KHBE) as of June 30, 2016, and have issued our report thereon dated March 23, 2017.

In connection with our audit and as a requirement of the State-based Marketplace Annual Reporting Tool (SMART) we provide the following information:

As the independent, external auditor we attest that KHBE has demonstrated accurate accounting of all activities, receipts, and expenditures to Centers for Medicare and Medicaid Services (CMS) and prepared an accurate annual financial statement in accordance with GAAP.

This report is intended solely for the information and use of the Kentucky Cabinet for Health and Family Services and KHBE. This report is not intended to be and should not be used by anyone other than these specified parties.

Thanks and God Bless,

Mike Harmon  
Auditor of Public Accounts

